GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4780
ANSWERED ON:24.08.2001
ACTION AGAINST AMARA RAJA BATTERIES LIMITED
VIJAY GOEL

Will the Minister of FINANCE be pleased to state:

(a) whether the SEBI have launched criminal proceedings against certain market operators for their role in creating artificial market in the scrip of Amara Raja Batteries Limited;

(b) if so, the details of the accused;

(c) whether these accused traded heavily in the scrip with an intention to create false market; and

(d) the results of the investigations conducted against them and the steps taken to guard such illegal activities?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) & (b): SEBI has intimated that it has initiated criminal prosecution proceedings against Hari Narayan Bajaj and his son, R. Bajaj for their alleged role in creating artificial market in the Amara Raja Batteries Ltd. scrip.

(c): SEBI has intimated that Hari Narayan Bajaj and his son, R. Bajaj traded in the shares of Amara Raja Batteries Ltd. with ar intention to create false market.

(d): Pursuant to investigations by SEBI, enquiry proceedings have been initiated against members of BSE and NSEFurther, SEBI has initiated proceedings under Section 11B of SEBI Act, 1992 against Hari Narayan Bajaj and his son R. Bajaj.